GOVERNMENT OF INDIA
MINES
LOK SABHA

UNSTARRED QUESTION NO:4851
ANSWERED ON:23.05.2006
SCHEMES OF NALCO
Gamang Shri Giridhar

Will the Minister of MINES be pleased to state:

(a) the measures taken by National Aluminium Company Ltd. (NALCO) for the rehabilitation, peripheral development and to carry out the social responsibilities alongwith the policy adopted in this regard;

(b) whether the social sector development scheme is being implemented by earmarking 1% of the net profit of the preceding year in addition to the funds provided by the Board for local area development works;

(c) if so, the details thereof alongwith period the scheme has been in operation;

(d) the details of the funds so far allocated for each of the projects including funds for corporate office at Bhubaneswar, sector-wise and year-wise;

(e) whether there has been any delay in providing funds and implementation of the schemes; and

(f) if so, the reasons thereof alongwith the measures taken to obviate such instances?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF MINES (DR.T.SUBBARAMI REDDY)

(a): The details of measures taken by National Aluminium Company Limited (NALCO) for rehabilitation, peripheral development and social responsibilities and policy adopted and objectives thereof are as under:

1. Rehabilitation :

Damanjodi Sector

Local displaced persons (LDPs) were paid due compensation amounting to Rs. 1.58 crore.

All the LDPs have been resettled in a newly built residential colony.

590 LDPs nominees have already been employed directly in the company.

Free OPD medical facilities are provided for self and family.

Angul Sector

An amount of Rs. 7.45 crore was paid for the compensation towards private land.

34 out of 35 LDPs have been provided regular employment by NALCO.

1604 Nos. of affected families have been provided employment.

There was no necessity of shifting and rehabilitating the villages in a separate rehabilitation colony.

NALCO has formulated its policy on rehabilitation and re-settlement. In addition to this, Government of Orissa has constituted Rehabilitation Advisory Committees for both Damanjodi and Angul Sector under the Chairmanship of Revenue Divisional Commissioners for ensuring proper rehabilitation and resettlement.

2. Peripheral Development

Initially, the development projects were being funded as per discussions in the respective Peripheral Development Committees. During 2002-03, NALCO took a decision to allocate 1% of the net profit of the Company for development works in local areas.

Out of the allocable funds, 40% are allotted each to Augul and Damanjodi sector and the balance 20% to social sector activities in

Bhubaneshwar and rest of Orissa.

(b) & (c): Since 2002-03, 1% of the net profit of the preceding year is being earmarked for social sector development schemes, in addition to the fund provided by the Board for local area development works.

(d): The year wise funds provided to Damanjodi, Angul and rest of Orissa including Bhubaneshwar for the last four years are as below:

Year	Amount provided (Rs. in lakhs)			Total amount provided (Rs. in lakhs)
	Damanjodi	Angul	Rest of Orissa	
2002-03	80.86	256.77	122.55	460.18
2003-04	208.36	248.00	27.60	483.96
2004-05	448.34			
	180.00			
	(special project) 294.00	172.45		1094.79
2005-06	508.90			
	20.00			
	(special project) 493.13	162.50		1184.53
Total	1446.46	1291.90	485.10	3223.46

(e)&(f): The funds for the schemes are provided immediately after the announcement of annual operating results and approval of the identified projects by the Peripheral Development Committee. The funds are released according to the progress of the work.

Twenty five per cent of the fund is released as mobilisation advance for the projects executed by district authorities and the remaining amount is released after obtaining necessary utilisation certificate and after joint inspection of the works by representatives of NALCO and district administration.